

# COMMONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION OF COPY ORIGINAL P.O. BOX 3265, HARRISBURG, PA 17105-3265

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SEP 2 0 2004

September 16, 2

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Ms. Marlene H. Dortch, Secretary Federal Communications Commission Office of the Secretary, 445 12<sup>th</sup> Street, SW Washington, D.C. 20554 Irene Flannery, Administrator Universal Service Administrative Co. 2120 L Street N.W. Suite 600 Washington, D.C. 20037

Re:

State Certification of Rural Carriers for Federal Universal Service High Cost

Support For January 1, 2005 through December 31, 2005

In the Matter of Federal-State Joint Board on Universal Service

CC Docket No. 96-45

Dear Secretary Dortch and Administrator Flannery:

Pursuant to the requirements of Section 54.316 of the Code of Federal Regulations, the Pennsylvania Public Utility Commission ("PaPUC") hereby certifies to the Federal Communications Commission and the Universal Service Administrative Company that the PaPUC has reviewed the comparability of Verizon Pa's and Verizon North's residential rates in their rural areas, and hereby certifies that the residential rates are reasonably comparable to the nationwide urban rates for purposes of section 254(b)(3) of the Telecommunications Act of 1996. In making this certification, Pennsylvania is relying upon the Safe Harbor provision of Section 54.316(b) as the residential rates in Verizon PA's and Verizon North's rural areas are below the nationwide urban rate benchmark of \$34.16 per Table 1.13 of the FCC's Reference Book released July 2004. Attached, please find a sworn affidavit from Verizon PA and Verizon North attesting to their rates.

Please time stamp the extra copy of this filing and return it to the Elizabeth Barnes, Assistant Counsel, in the enclosed stamped, self-addressed envelope.

incerely

James J. McNulty

Attachment

cc:

nent Secretary
Elizabeth Barnes, Assistant Counsel

James V. O'Rourke, President and CEO Verizon Pennsylvania, Inc.

## Appendix C

James V. O'Rourke President and Chief Executive Officer Verizon Pennsylvania Inc.

August 26, 2004

Elizabeth Barnes Assistant Counsel Pennsylvania Public Utility Commission P.O. Box 3265 Harrisburg, PA 17105-3265



1717 Arch Street, 17th Floor Philadelphia, PA 19103

Phone 215 466-8700 Fax 215 466-8515 james.v.orourke@verizon.com

Re: Verizon's Rate Comparability Review per the FCC's New Rate Comparability Rules for Non-Rural Carriers, CC Docket No. 96-45

I hereby verify under oath that the rates shown in the attached spreadsheet were the true and correct residence local rates in effect for Verizon Pennsylvania and Verizon North in Density Cell 4 on October 15, 2003.

Verizon Pennsylvania President

Sworn to and subscribed before me this 26th day of August 2004

My Commission Expires

Notarial Seal Elaine Jones, Notary Public Philadelphia, Philadelphia County My Commission Expires Sept. 21, 2004

Member, Pennsylvania Association of Notaries

Attachment

SECRETARY'S BIRFAI

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#### Rate Comparison related to Section 54.316 of the Code of Federal Regulations

#### §54.316 - Rate comparability review and certification for areas served by non-rural carriers

b) Safe Harbor - For the purposes of its certification, a state may presume that the residential rates in rural areas served by non-rural incumbent local exchange carriers are reasonably comparable to urban rates nationwide if the rates are below the nationwide urban rate benchmark.

Nationwide urban rate benchmark = \$34.16 per Table 1.13 of the FCC's Reference Book released July 2004

### Verizon's Residence Rates in Rural Areas as of Oct. 15, 2003

Residential Rates for Local Service	Verizon PA - Cell 4			Verizon North - Cell 4		
Usage Rate Group	A	<u>D</u>	<u>F</u>	· <u>A</u>	<u>D</u>	F
DTL	\$5.68	\$5.68	\$5.68	<b>\$</b> 5.68,	\$5.68	<b>\$</b> 5.68
Local Area Unlimited	\$3.80	\$5.20	\$6.85	\$5.82	\$7.05	\$8.10
Monthly Charge for Flat-Rate Service	\$9.48	\$10.88	\$12.53	\$11.50	\$12.73	\$13.78
Federal SLC	\$6.10	\$6.10	\$6.10	\$6.50	\$6.50	\$6.50
LNP Surcharge	\$0.23	\$0.23	\$0.23	\$0.36	\$0.36	\$0.36
USF Surcharge	\$0.59	\$0.59	\$0.59	\$0.64	\$0.64	\$0.64
911 Surcharge (ranges from \$0.00 to \$1.50)	\$1.25	\$1.25	\$1.25	\$1.25	\$1.25	\$1.25
Relay Surcharge	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08
Federal Tax	\$0.53	\$0.57	\$0.62	\$0.61	\$0.65	\$0.68
Surcharges and Taxes	\$2.68	\$2.72	\$2.77	\$2.94	\$2.98	\$3.01
Total Monthly Charge for Flat-Rate Service	\$18.26	\$19.70	\$21.40	\$20.94	\$22.21	\$23.29

.. The Safe Harbor provision is applicable because all of Verizon's rural residence rates for local service, including surcharges and taxes, are less than the nationwide urban rate benchmark.

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